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**ST. MARTIN, IBERIA, LAFAYETTE
COMMUNITY ACTION AGENCY, INC.**

Financial Report

Year Ended May 31, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 11/1/06

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KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
P. Troy Courville, CPA*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA

Tynes E. Mixon, Jr., CPA
Allen J. LaBry, CPA
Albert R. Lager, CPA, PFS, CSA*
Harry J. Ciosllo, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
James R. Roy, CPA
Robert J. Metz, CPA
Kelly M. Doucet, CPA
Cheryl L. Bartley, CPA, CVA
Mandy B. Self, CPA
Chris E. Bilski, CPA

Retired:
Conrad O. Chapman, CPA* 2006

* A Professional Accounting Corporation

P. O. Box 250
Breaux Bridge, LA 70517

Phone (337) 332-4020
Fax (337) 332-2867

OFFICES

183 South Beadle Rd.
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge St.
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Dr Ste. 203
Morgan City, LA 70390
Phone (985) 384-2020
Fax (985) 384-3020

408 West Cotton Street
Ville Platte, LA 70588
Phone (337) 363-2792
Fax (337) 363-3049

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 839-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7945

450 East Main Street
New Iberia, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

WEB SITE:
WWW.KCSACPAS.COM

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
St. Martin, Iberia, Lafayette
Community Action Agency, Inc.
Lafayette, Louisiana

We have audited the accompanying statement of financial position of St. Martin, Iberia, Lafayette Community Action Agency, Inc. (a nonprofit organization) as of May 31, 2006, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Organization's 2005 financial statements and, in our report dated August 9, 2005, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of St. Martin, Iberia, Lafayette Community Action Agency, Inc. as of May 31, 2006, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated August 9, 2006 on our consideration of St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our

testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of St. Martin, Iberia, Lafayette Community Action Agency, Inc. taken as a whole. The supplementary information (pp.16-45) is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Agency. The accompanying schedule of expenditures of federal awards (pp.40-41) is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and is also not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
August 9, 2006

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Financial Position
May 31, 2006

ASSETS

Current assets:	
Cash	\$ 542,387
Receivables:	
Grant funds	531,409
Other	393
Prepaid expenses	<u>120,289</u>
Total current assets	1,194,478
Property and equipment (net)	<u>3,115,509</u>
Total assets	<u>\$ 4,309,987</u>

LIABILITIES

Liabilities:	
Current liabilities:	
Accounts payable	\$ 277,697
Accrued salaries and related benefits	369,178
Current portion of long-term debt	16,531
Retirement plan payable	9,212
Compensated absences	<u>114,943</u>
Total current liabilities	787,561
Long-term liabilities:	
Notes payable	<u>435,153</u>
Total liabilities	<u>1,222,714</u>

NET ASSETS

Unrestricted	70,899
Temporarily restricted	<u>3,016,374</u>
Total net assets	<u>3,087,273</u>
Total liabilities and net assets	<u>\$ 4,309,987</u>

The accompanying notes are an integral part of this statement.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Activities
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

			Totals	
			(Memorandum Only)	
	Unrestricted	Temporarily Restricted	2006	2005
Public support:				
In-kind contributions	\$ -	\$ 2,282,311	\$ 2,282,311	\$ 2,355,719
Donations	-	171,639	171,639	177,229
Total public support	-	2,453,950	2,453,950	2,532,948
Grants from governmental agencies	30,613	12,923,754	12,954,367	12,357,740
Other revenue:				
Miscellaneous	19,801	36,583	56,384	92,771
Total public support, grants from governmental agencies and other revenue	50,414	15,414,287	15,464,701	14,983,459
Expenses:				
Program services -				
Transportation	-	711,455	711,455	574,648
Project Independence Jobs	-	184,378	184,378	205,602
CSBG	-	943,467	943,467	875,324
Food Reimbursement	-	910,981	910,981	824,765
Shelter Fund	-	273	273	102
Weatherization	-	284,606	284,606	275,980
HUD	-	1,835	1,835	13,945
Local Government Support	-	123,814	123,814	103,721
St. Martin Parish Emergency Assistance	-	22,915	22,915	29,384
Computer Technology	-	12,824	12,824	12,823
Iberia Food & Medical	-	13,869	13,869	20,099
Lafayette Emergency Food & Shelter	-	970	970	5,366
Iberia Emergency Food & Shelter	-	51,364	51,364	16,882
Head Start	-	11,615,071	11,615,071	11,856,259
RSVP	-	78,775	78,775	73,132
Medicaid Enrollment	-	9,437	9,437	9,128
Cookbook Fund	3,206	-	3,206	3,704
Family Preservation	-	-	-	22,579
Home Energy Assistance	-	924,444	924,444	112,992
Early Childhood	-	35,211	35,211	70,137
Child Welfare Resource Center	-	350	350	1,563
Group Mentoring	-	6,290	6,290	4,876

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Activities (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Unrestricted	Temporarily Restricted	Totals (Memorandum Only)	
			2006	2005
Quality Child Care Initiative	-	47,250	47,250	-
Louisiana Tobacco	-	710	710	-
Disaster	-	40,635	40,635	80,106
Total program services	3,206	16,020,924	16,024,130	15,193,117
Supporting services -				
General	72,697	-	72,697	72,815
Indirect Cost Pool	-	528,755	528,755	591,275
Total supporting services	72,697	528,755	601,452	664,090
Total expenses	75,903	16,549,679	16,625,582	15,857,207
Deficiency of public support, grants from governmental agencies, and other revenue over expenses	(25,489)	(1,135,392)	(1,160,881)	(873,748)
Other increases (decreases) in net assets:				
Operating transfers in	14,900	305,919	320,819	341,709
Operating transfers out	(10,644)	(310,175)	(320,819)	(341,709)
Indirect cost transferred from programs	-	470,399	470,399	532,870
Loss on disposal of equipment	(103,194)	(809)	(104,003)	-
Total increases (decreases) in net assets	(98,938)	465,334	366,396	532,870
Change in net assets	(124,427)	(670,058)	(794,485)	(340,878)
Net assets, beginning of year	195,326	3,686,432	3,881,758	4,222,636
Net assets, end of year	\$ 70,899	\$ 3,016,374	\$ 3,087,273	\$ 3,881,758

The accompanying notes are an integral part of this statement.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Cash Flows
Year Ended May 31, 2006

Cash flows from operating activities:	
Change in net assets	\$ (794,485)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	490,900
Loss on disposal of assets	104,003
Decrease in grant receivables	482,102
Decrease in prepaid expenses	22,439
Decrease in accounts payable	(190,396)
Increase in retirement plan payable	870
Increase in compensated absences	17,733
Increase in other liabilities	49,411
Total adjustments	<u>977,062</u>
Net cash provided by operating activities	<u>182,577</u>
Cash flows from investing activities:	
Payments for property and equipment	(168,980)
Proceeds from sale of assets	<u>80,606</u>
Net cash used by investing activities	<u>(88,374)</u>
Cash flows from financing activities:	
Payments on notes payable	<u>(17,487)</u>
Net increase in cash and cash equivalents	76,716
Beginning cash and cash equivalents	<u>465,671</u>
Ending cash and cash equivalents	<u>\$ 542,387</u>
Supplemental disclosures:	
Cash paid during year for interest	<u>\$ 40,862</u>

The accompanying notes are an integral part of this statement.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

A. Nature of Activities

The St. Martin, Iberia, Lafayette Community Action Agency, Inc. (SMILE) was created under the Economic Opportunity Act of 1964, as amended, to serve as the antipoverty agency, providing human services for the indigent and disadvantaged through research, planning, development, financing, implementation and evaluation of programs, either directly or through coordinating with other agencies, to attain social and economic independence for the benefit of all present and future generations of disadvantaged people in the Tri-Parish area. St. Martin, Iberia, Lafayette Community Action Agency, Inc. is comprised of eighteen board members, who are equal in numbers from the Community Action Councils of the St. Martin, Iberia, and Lafayette Parishes of Louisiana.

St. Martin, Iberia, Lafayette Community Action Agency, Inc. receives substantially all of its revenue from various Federal and State grant programs, which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies.

B. Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The Agency's financial statements have been prepared on the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred.

Unrestricted net assets represent expendable funds available for operations which are not otherwise limited by donor restrictions. Temporarily restricted net assets consist of contributed funds subject to specific donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the Agency may spend the funds.

Contributions are recognized as revenue when they are received or unconditionally pledged. Contributions are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Those donor restricted contributions whose restrictions, however, are met in the same reporting period are reported as unrestricted support.

The Agency reports gifts of buildings and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

are reported as restricted support. Absent explicit donor stipulations about how these long-lived assets must be maintained, the Agency reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

C. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Agency considers all highly liquid investments available for current use to be cash equivalents.

D. Property and Equipment

Property and equipment is capitalized at cost. All federal program assets costing \$5,000 or more are capitalized and all state program assets costing \$250 or more are capitalized. Depreciation of property and equipment is calculated on the straight-line basis over the estimated useful lives of assets as follows:

Computers	3 years
Furnitures, fixtures, and equipment	7-10 years
Automobiles	5 years
Buildings and improvements	15-20 years

E. Functional Expenses

Expenses are charged to each program based on direct expenditures incurred.

F. Compensated Absences

Compensation is paid to employees absent from work due to illness or vacation. At May 31, 2006, there is a liability reported in the financial statements for accrued compensated absences of \$114,943.

G. Income Tax Status

The Agency qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes.

H. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

I. Total Columns

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position, changes in net assets and cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

J. Prior Year Summarized Comparative Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended May 31, 2005, from which the summarized information was derived.

(2) Cash

At May 31, 2006 SMILE had cash (book balances) totaling \$542,387. These deposits are stated at cost, which approximates market. These deposits (bank balances) totaled \$579,077 and are fully insured by FDIC insurance and securities pledged at May 31, 2006.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(3) Due To/From Other Funds

Individual balances due to/from other funds at May 31, 2006 are as follows. The following balances have been eliminated in the statement of financial position.

	<u>Due from other funds</u>	<u>Due to other funds</u>
Transportation	\$ 1,281	\$ 52,833
Early Headstart	22,761	-
Project Independence	57	4,147
CSBG	-	23,492
Food Reimbursement	15,041	10,488
Weatherization	-	11,261
HUD	326	-
Local Government Support	-	3,147
Headstart	843	248,378
RSVP	2,350	2,318
Medicaid Enrollment	760	1,359
Payroll Fund	329,105	22,761
Accounts Payable	64	843
Home Energy Assistance	2,394	3,692
Indirect Cost Pool	23,588	18,155
Group Mentoring Program	300	159
Quality Child Care Initiative	4,163	-
	<u>\$ 403,033</u>	<u>\$ 403,033</u>

Of the amounts recorded as due to/from other funds in 2006, \$329,105 relates to accrued payroll and \$23,588 relates to indirect costs payable.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(4) Restrictions on Net Assets

Temporarily restricted net assets (deficit) are available for specific grant programs at May 31, 2006 as follows:

Transportation	\$ 182,934
Project Independence Jobs	41,770
CSBG	70,709
Early Childhood	271,989
Food Reimbursement	36,871
Shelter Fund	457
Weatherization	35,330
HUD	38,191
Local Government Support	371,275
St. Martin Parish Emergency Assistance	14,801
Iberia Food & Medical	2,698
Iberia Parish Special Trust	1,023
Lafayette Emergency Food & Shelter	1,996
Iberia Emergency Food & Shelter	8,391
Headstart	1,819,970
RSVP	4,571
Medicaid Enrollment	69
Family Preservation	2,781
Child Welfare Resource Center	24,449
Home Energy Assistance	19,171
Indirect Cost Pool	(3,450)
Computer Technology	50,877
Group Mentoring	3,100
Youth Initiative	2,369
Community Response Initiative	869
Quality Child Care Initiative	743
Disaster	12,420
	<hr/>
Totals	\$ 3,016,374

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(5) Commitments and Contingencies

A. Contingent Liabilities

At May 31, 2006, the St. Martin, Iberia, Lafayette Community Action Agency, Inc. is a defendant in a lawsuit. In the opinion of management and legal counsel, this lawsuit will not result in a significant monetary loss. Therefore, there has been no accrual on the balance sheet at May 31, 2006.

B. Grant Audits

SMILE, Inc. receives revenues from various Federal and State grant programs, which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period in which agreed upon by the agency and SMILE, Inc. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect SMILE, Inc.'s financial position.

(6) Retirement Plan

Plan Description: The St. Martin, Iberia, Lafayette Community Action Agency, Inc. contributes to a defined benefit profit-sharing plan administered under a contract with Mutual of America. Mutual of America receives the plan contributions, maintains participants' individual accounts, offers the investment options and pays benefits to participants and their beneficiaries.

Funding Policy: The retirement plan covers all employees who have one year of service and are age eighteen or older. The Agency will contribute to the plan the amount determined by the Agency at its discretion. The Agency may choose not to contribute to the plan for a particular plan year. Participants can contribute any amount from 1% to 16% of their compensation each pay period provided that the participant does not contribute more than the maximum permitted by law. There were no significant changes during the period affecting comparability. Agency contribution for the year ending May 31, 2006 was \$219,552.

(7) Economic Dependency

The Agency receives the majority of its revenue from funds provided through grants administered by the U.S. Department of Health and Human Services. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Agency receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Agency will receive in the next fiscal year.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(8) In-Kind Contributions

The Agency is allowed free use of certain facilities by landlords and is donated services by individuals. In-kind contributions are valued at the fair market value of the rent or services donated on the date of donation.

(9) Property and Equipment

Property and equipment at May 31, 2006 consists of the following:

Furniture, fixtures and equipment	\$ 627,353
Automobiles	1,805,752
Buildings and improvements	4,649,525
Land	<u>97,764</u>
Total	7,180,394
Less: Accumulated depreciation	<u>(4,064,885)</u>
Net assets	<u>\$ 3,115,509</u>

Property and equipment purchased with federal monies may revert back to the government or the sale of such property and equipment has to be approved and the proceeds from the sale are restricted. Depreciation expense for the year ended May 31, 2006 was \$490,900.

(10) Notes Payable

The Organization's note payable balances consist of the following at May 31, 2006:

Note payable to Ford Credit for one vehicle. The original amount of the note was \$8,939 bearing interest at 9.9 percent, with monthly payments of \$414, maturing October 2006.	\$ 1,707
Note payable to Hibernia, original amount of \$500,000, due in monthly installments of \$4,449, which includes interest at a rate of 8.71 percent, maturing December 2021, secured by building.	<u>449,977</u>
	<u>\$ 451,684</u>

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

Following is the maturity of the notes payable which includes interest of \$363,211:

Years ending May 31:

2007	\$ 55,091
2008	53,384
2009	53,384
2010	53,384
2011	53,384
2012-2016	266,920
2017-2021	266,920
2022	12,428
Total	<u>\$ 814,895</u>

The total amount of interest charged to expense at May 31, 2006 is \$40,861. It is the Agency's intent to use local funds to retire this debt each year.

(11) Individual Program Deficit

The following program had deficit net assets at May 31, 2006:

Indirect Cost Pool	\$ 3,450
--------------------	----------

The deficit is expected to be funded by future program revenues and/or local support monies.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(12) Operating Leases

The Agency is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, therefore the results of these agreements are not reflected in property and equipment.

Rent expense at May 31, 2006 was \$275,546. The following is a schedule, by years, of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of May 31, 2006:

<u>Year Ending May 31,</u>	<u>Amounts</u>
2007	\$ 192,590
2008	108,155
2009	73,806
2010	54,398
2011	16,919
2012	<u>284</u>
Total minimum payments required	<u>\$ 446,152</u>

SUPPLEMENTARY INFORMATION

SCHEDULE OF INDIVIDUAL FUNDS

DIRECT FEDERAL PROGRAMS

Department of Housing and Urban Development

HUD Housing Counseling Program

The purpose of this grant is to provide comprehensive housing counseling to assist in improving the individual's housing conditions.

Department of Health and Human Services

Head Start Program/Early Childhood

The Head Start Program provides comprehensive early child development for disadvantaged pre-school children and their families. As part of this program, the grantee also operates a food program for qualifying students on a cost reimbursement basis through the United States Department of Agriculture.

Training and Technical Assistance Programs

This special grant provides for the training and certification of Head Start Program instructors.

Handicapped Program

This grant extends the Head Start Program to include handicapped children.

The Corporation for National Service

Retired Senior Volunteer Program (RSVP)

The purpose of this grant is to involve senior citizens in community participation projects.

Department of Education

The Community Technology Centers Program allows SMILE to provide computer technology classes to qualified individuals.

INDIRECT FEDERAL PROGRAMS

The Agency receives federal funds as the subgrantee of various departments of the State of Louisiana. The various state departments have the ultimate responsibility of reporting to the federal grantors.

Project Independence Jobs/Transportation

Provides transportation for participants and their designated children. Also, provides funds to the Transportation program to help provide services to the underprivileged.

Department of Labor

The Community Services Block Grant Program (CSBG) provides various direct program services to the needy and defrays a portion of the Agency's administrative costs.

Department of Education

The Child Care Feeding Program (Food Reimbursement) provides balanced meals to qualified children and adults in the Tri-Parish area Child Development Programs.

Department of Social Services

Weatherization Assistance Program grants and Low Income Home Energy Assistance Program (LIHEAP) grants provide services to assist needy individuals in home insulation.

Department of Housing and Urban Development

The Community Development Block Grant Program (CDBG) is to provide funds to renovate homeless shelters and provide emergency shelter for homeless persons. These funds were obtained by a grant agreement with the Lafayette Consolidated Government.

Emergency Food and Shelter National Board Program

This grant provides emergency food and shelter assistance to qualified individuals in the parishes of St. Martin, Iberia and Lafayette.

Department of Social Services

Child Welfare Resource Center – This program will establish a center to ensure the safety, well being and permanency of families who are at risk of dissolution as a result of child abuse and/or neglect.

Department of Social Services

Low Income Home Energy Assistance Program - This program provides direct payments to home energy suppliers on behalf of eligible households.

(continued)

INDIRECT FEDERAL PROGRAMS (continued)

Department of Health and Human Services

Medicaid Enrollment

This grant allows SMILE to offer outreach medicaid eligibility services to specific groups of individuals by assisting potential medicaid eligibles to complete an initial application for health care coverage and in some instances by assisting medicaid beneficiaries with the recertification process.

Group Mentoring

Promotes youth development and leadership, targeting at risk youth, grades 9-12 in St. Martin Parish.

Youth Initiative

Designed to increase youth leadership skills, enhance literacy with Head Start families and reduce social ills plaguing disadvantaged populations.

Community Response Initiative

To provide intervention services to offset Martin Mills layoffs. Services include providing job community fair, job skills training, job recruitment/placement, emergency assistance, counseling, transportation services, child care services, healthy marriage/family support, parenting/child development training, and crisis intervention/support groups.

Quality Child Care Initiative

To provide parent-child enrichment programs to include a family literacy project, increase parenting skills and offset cultural and recreational activities.

LOCAL PROGRAMS

The Agency receives grants from local governmental bodies and non-profit organizations.

Local Government Support (Matching Fund)

Programs that provide supplementary assistance for established programs or matching requirements for established programs.

St. Martin Parish Emergency Assistance

Funded by local contributions, this program provides emergency energy, rent and medical assistance to the qualified elderly of St. Martin Parish.

Iberia Food and Medical

Funded by United Way of Iberia and other local grants and contributions, this grant provides medical and food assistance on a one time basis to qualified individuals in Iberia Parish.

Iberia Parish Special Trust

This is a special grant from the Iberia Parish Council in support of the U.S.D.A. Commodity Distribution Program for Iberia Parish.

Disaster

Set up due to Hurricanes Katrina and Rita to assist evacuees seeking assistance with rental and utility deposits in order to relocate.

Louisiana Tobacco

Grant awarded by the Louisiana Campaign for Tobacco-Free Living to promote non-smoking.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Transportation	Project Independence Jobs	CSBG	Early Childhood	Food Reimbursement	Shelter Fund
ASSETS						
Current assets:						
Cash	\$ 6,846	\$ 2,899	\$ 56,466	\$ 1,259	\$ 969	\$ 457
Receivables:						
Grant funds	69,926	26,942	40,000	-	49,140	-
Due from other funds	1,281	57	-	22,761	15,041	-
Other	-	-	143	-	-	-
Prepaid expenses	12,540	4,982	2,775	-	1,187	-
Total current assets	90,593	34,880	99,384	24,020	66,337	457
Property and equipment (net)	178,294	11,488	19,730	247,969	-	-
Total assets	\$268,887	\$ 46,368	\$ 119,114	\$ 271,989	\$ 66,337	\$ 457
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ 52,833	\$ 4,147	\$ 23,492	\$ -	\$ 10,488	\$ -
Accounts payable	24,741	451	12,240	-	18,978	-
Accrued salaries and related benefits	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Retirement plan payable	-	-	-	-	-	-
Compensated absences	8,379	-	12,673	-	-	-
Total current liabilities	85,953	4,598	48,405	-	29,466	-
Long-term liabilities:						
Notes payable	-	-	-	-	-	-
Total liabilities	85,953	4,598	48,405	-	29,466	-
NET ASSETS						
Unrestricted	-	-	-	-	-	-
Temporarily restricted	182,934	41,770	70,709	271,989	36,871	457
Total net assets (deficit)	182,934	41,770	70,709	271,989	36,871	457
Total liabilities and net assets	\$268,887	\$ 46,368	\$ 119,114	\$ 271,989	\$ 66,337	\$ 457

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	<u>Weatherization</u>	<u>HUD</u>	<u>Local Government Support (Matching Fund)</u>	<u>St. Martin Parish Emergency Assistance</u>	<u>Iberia Food & Medical</u>	<u>Iberia Parish Special Trust</u>
ASSETS						
Current assets:						
Cash	\$ 826	\$ 37,867	\$ 14,430	\$ 6,316	\$ 6,009	\$ 1,023
Receivables:						
Grant funds	49,182	-	14,609	8,485	-	-
Due from other funds	-	326	-	-	-	-
Other	-	-	-	-	-	-
Prepaid expenses	4,349	-	3,200	-	-	-
Total current assets	<u>54,357</u>	<u>38,193</u>	<u>32,239</u>	<u>14,801</u>	<u>6,009</u>	<u>1,023</u>
Property and equipment (net)	<u>14,243</u>	<u>-</u>	<u>345,082</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 68,600</u>	<u>\$ 38,193</u>	<u>\$ 377,321</u>	<u>\$ 14,801</u>	<u>\$ 6,009</u>	<u>\$ 1,023</u>
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ 11,261	\$ -	\$ 3,147	\$ -	\$ -	\$ -
Accounts payable	20,667	2	2,899	-	3,311	-
Accrued salaries and related benefits	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Retirement plan payable	-	-	-	-	-	-
Compensated absences	1,342	-	-	-	-	-
Total current liabilities	<u>33,270</u>	<u>2</u>	<u>6,046</u>	<u>-</u>	<u>3,311</u>	<u>-</u>
Long-term liabilities:						
Notes payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>33,270</u>	<u>2</u>	<u>6,046</u>	<u>-</u>	<u>3,311</u>	<u>-</u>
NET ASSETS						
Unrestricted	-	-	-	-	-	-
Temporarily restricted	35,330	38,191	371,275	14,801	2,698	1,023
Total net assets (deficit)	<u>35,330</u>	<u>38,191</u>	<u>371,275</u>	<u>14,801</u>	<u>2,698</u>	<u>1,023</u>
Total liabilities and net assets	<u>\$ 68,600</u>	<u>\$ 38,193</u>	<u>\$ 377,321</u>	<u>\$ 14,801</u>	<u>\$ 6,009</u>	<u>\$ 1,023</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Lafayette Emergency Food & Shelter	Iberia Emergency Food & Shelter	Head Start	RSVP	Medicaid Enrollment	Cookbook Fund
ASSETS						
Current assets:						
Cash	\$ 1,796	\$ 69	\$ 228,113	\$ 8	\$ 274	\$ 6,044
Receivables:						
Grant funds	500	8,322	240,484	3,431	364	-
Due from other funds	-	-	843	2,350	760	-
Other	-	-	-	-	-	-
Prepaid expenses	-	-	82,610	2,415	30	-
Total current assets	2,296	8,391	552,050	8,204	1,428	6,044
Property and equipment (net)	-	-	1,779,798	828	-	-
Total assets	\$ 2,296	\$ 8,391	\$ 2,331,848	\$ 9,032	\$ 1,428	\$ 6,044
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ -	\$ -	\$ 248,378	\$ 2,318	\$ 1,359	\$ -
Accounts payable	300	-	186,311	540	-	-
Accrued salaries and related benefits	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Retirement plan payable	-	-	-	-	-	-
Compensated absences	-	-	77,189	1,603	-	-
Total current liabilities	300	-	511,878	4,461	1,359	-
Long-term liabilities:						
Notes payable	-	-	-	-	-	-
Total liabilities	300	-	511,878	4,461	1,359	-
NET ASSETS						
Unrestricted	-	-	-	-	-	6,044
Temporarily restricted	1,996	8,391	1,819,970	4,571	69	-
Total net assets (deficit)	1,996	8,391	1,819,970	4,571	69	6,044
Total liabilities and net assets	\$ 2,296	\$ 8,391	\$ 2,331,848	\$ 9,032	\$ 1,428	\$ 6,044

(continued)

ST. MARTIN, IBERIA. LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)

Year Ended May 31, 2006

With Comparative Totals for May 31, 2005

	Family Preservation	Payroll	Child Welfare Resource Center	Accounts Payable	Home Energy Assistance	General
ASSETS						
Current assets:						
Cash	\$ 2,781	\$ 67,234	\$ 24,296	\$ 779	\$ 2,349	\$ 41,384
Receivables:						
Grant funds	-	-	-	-	18,357	-
Due from other funds	-	329,105	-	64	2,394	-
Other	-	-	-	-	-	107
Prepaid expenses	-	-	-	-	74	457
Total current assets	2,781	396,339	24,296	843	23,174	41,948
Property and equipment (net)	-	-	153	-	840	472,925
Total assets	\$ 2,781	\$ 396,339	\$ 24,449	\$ 843	\$ 24,014	\$ 514,873
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ -	\$ 22,761	\$ -	\$ 843	\$ 3,692	\$ -
Accounts payable	-	-	-	-	352	41
Accrued salaries and related benefits	-	364,366	-	-	-	-
Notes payable	-	-	-	-	-	14,824
Retirement plan payable	-	9,212	-	-	-	-
Compensated absences	-	-	-	-	799	-
Total current liabilities	-	396,339	-	843	4,843	14,865
Long-term liabilities:						
Notes payable	-	-	-	-	-	435,153
Total liabilities	-	396,339	-	843	4,843	450,018
NET ASSETS						
Unrestricted	-	-	-	-	-	64,855
Temporarily restricted	2,781	-	24,449	-	19,171	-
Total net assets (deficit)	2,781	-	24,449	-	19,171	64,855
Total liabilities and net assets	\$ 2,781	\$ 396,339	\$ 24,449	\$ 843	\$ 24,014	\$ 514,873

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)

Year Ended May 31, 2006

With Comparative Totals for May 31, 2005

	Indirect Cost Pool	Computer Technology	Group Mentoring	Youth Initiative	Community Response Initiative	Quality Child Care Initiative
ASSETS						
Current assets:						
Cash	\$ -	\$ 13,882	\$ 1,643	\$ 2,369	\$ 869	\$ -
Receivables:						
Grant funds	-	-	1,667	-	-	-
Due from other funds	23,588	-	300	-	-	4,163
Other	143	-	-	-	-	-
Prepaid expenses	5,670	-	-	-	-	-
Total current assets	29,401	13,882	3,610	2,369	869	4,163
Property and equipment (net)	7,164	36,995	-	-	-	-
Total assets	\$ 36,565	\$ 50,877	\$ 3,610	\$ 2,369	\$ 869	\$ 4,163
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ 18,155	\$ -	\$ 159	\$ -	\$ -	\$ -
Accounts payable	5,803	-	351	-	-	-
Accrued salaries and related benefits	1,392	-	-	-	-	3,420
Notes payable	1,707	-	-	-	-	-
Retirement plan payable	-	-	-	-	-	-
Compensated absences	12,958	-	-	-	-	-
Total current liabilities	40,015	-	510	-	-	3,420
Long-term liabilities:						
Notes payable	-	-	-	-	-	-
Total liabilities	40,015	-	510	-	-	3,420
NET ASSETS						
Unrestricted	-	-	-	-	-	-
Temporarily restricted	(3,450)	50,877	3,100	2,369	869	743
Total net assets (deficit)	(3,450)	50,877	3,100	2,369	869	743
Total liabilities and net assets	\$ 36,565	\$ 50,877	\$ 3,610	\$ 2,369	\$ 869	\$ 4,163

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)

Year Ended May 31, 2006

With Comparative Totals for May 31, 2005

	Louisiana Tobacco	Disaster	Total	Eliminating Entries	Totals (Memorandum Only)	
					2006	2005
ASSETS						
Current assets:						
Cash	\$ 710	\$ 12,420	\$ 542,387	\$ -	\$ 542,387	\$ 465,671
Receivables:						
Grant funds	-	-	531,409	-	531,409	1,013,511
Due from other funds	-	-	403,033	(403,033)	-	-
Other	-	-	393	-	393	393
Prepaid expenses	-	-	120,289	-	120,289	142,728
Total current assets	710	12,420	1,597,511	(403,033)	1,194,478	1,622,303
Property and equipment (net)	-	-	3,115,509	-	3,115,509	3,622,037
Total assets	\$ 710	\$ 12,420	\$4,713,020	\$ (403,033)	\$ 4,309,987	\$ 5,244,340
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ -	\$ -	\$ 403,033	\$ (403,033)	\$ -	\$ -
Accounts payable	710	-	277,697	-	277,697	468,093
Accrued salaries and related benefits	-	-	369,178	-	369,178	319,767
Notes payable	-	-	16,531	-	16,531	18,281
Retirement plan payable	-	-	9,212	-	9,212	8,342
Compensated absences	-	-	114,943	-	114,943	97,210
Total current liabilities	710	-	1,190,594	(403,033)	787,561	911,693
Long-term liabilities:						
Notes payable	-	-	435,153	-	435,153	450,889
Total liabilities	710	-	1,625,747	(403,033)	1,222,714	1,362,582
NET ASSETS						
Unrestricted	-	-	70,899	-	70,899	195,326
Temporarily restricted	-	12,420	3,016,374	-	3,016,374	3,686,432
Total net assets (deficit)	-	12,420	3,087,273	-	3,087,273	3,881,758
Total liabilities and net assets	\$ 710	\$ 12,420	\$4,713,020	\$ (403,033)	\$ 4,309,987	\$ 5,244,340

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Transportation	Project Independence Jobs	CSBG	Early Childhood	Food Reimbursement	Shelter Fund
Public support:						
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	107,732	-	-	-	-	-
Total public support	107,732	-	-	-	-	-
Grants from governmental agencies	515,003	231,924	941,144	-	774,617	-
Other revenue:						
Miscellaneous	6,869	-	80	-	-	265
Total public support, grants from governmental agencies and other revenue	629,604	231,924	941,224	-	774,617	265
Expenses:						
Direct costs -						
Salaries and wages	253,755	91,190	609,996	-	221,708	-
Fringe benefits	27,834	10,204	63,202	-	20,258	-
Retirement plan	7,600	2,757	18,661	-	6,653	-
Depreciation	37,592	9,905	9,796	35,211	-	-
Contract services	3,929	-	45,279	-	-	-
Travel	175	-	4,441	-	1,402	-
Consumable supplies	4,495	-	15,906	-	52,410	-
Space costs	7,050	2,284	67,755	-	-	-
Repairs and maintenance	202,453	14,088	2,525	-	4,278	145
Operating services	147,507	47,110	89,959	-	587,644	122
Other	209	-	15,947	-	-	6
Interest expense	-	-	-	-	-	-
Indirect costs	18,856	6,840	-	-	16,628	-
In-kind contributions	-	-	-	-	-	-
Total expenses	711,455	184,378	943,467	35,211	910,981	273
Public support, grants from governmental agencies and other revenue over (under) expenses	(81,851)	47,546	(2,243)	(35,211)	(136,364)	(8)
Other increases (decreases) in net assets:						
Operating transfers in	133,725	25,205	-	-	50,000	-
Operating transfers out	(58,913)	(85,290)	-	-	(18,679)	-
Indirect cost transferred from programs	-	-	-	-	-	-
Gain (loss) on disposal of fixed assets	2,440	-	-	(35)	-	-
Total other increases (decreases) in net assets	77,252	(60,085)	-	(35)	31,321	-
Change in net assets	(4,599)	(12,539)	(2,243)	(35,246)	(105,043)	(8)
Net assets (deficit), beginning of year	187,533	54,309	72,952	307,235	141,914	465
Net assets (deficit), end of year	\$ 182,934	\$ 41,770	\$ 70,709	\$ 271,989	\$ 36,871	\$ 457

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Weatherization	HUD	Local Government Support (Matching Fund)	St. Martin Parish Emergency Assistance	Iberia Food & Medical	Iberia Parish Special Trust
Public support:						
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	21,577	4,641	-	-
Total public support	-	-	21,577	4,641	-	-
Grants from governmental agencies	272,394	23,250	85,958	16,971	18,333	-
Other revenue:						
Miscellaneous	-	-	-	-	-	-
Total public support, grants from governmental agencies and other revenue	272,394	23,250	107,535	21,612	18,333	-
Expenses:						
Direct costs -						
Salaries and wages	53,428	-	6,688	-	-	-
Fringe benefits	4,778	-	656	-	-	-
Retirement plan	1,607	-	202	-	-	-
Depreciation	1,447	-	30,483	-	-	-
Contract services	90,873	-	845	-	-	-
Travel	5,957	244	73	-	-	-
Consumable supplies	3,905	1,097	5,843	-	-	-
Space costs	2,300	-	24,080	768	-	-
Repairs and maintenance	522	210	24,393	-	-	-
Operating services	118,111	284	29,917	21,634	13,787	-
Other	1,678	-	132	513	82	-
Interest expense	-	-	-	-	-	-
Indirect costs	-	-	502	-	-	-
In-kind contributions	-	-	-	-	-	-
Total expenses	284,606	1,835	123,814	22,915	13,869	-
Public support, grants from governmental agencies and other revenue over (under) expenses	(12,212)	21,415	(16,279)	(1,303)	4,464	-
Other increases (decreases) in net assets:						
Operating transfers in	-	-	39,193	-	-	-
Operating transfers out	-	-	(44,595)	-	-	-
Indirect cost transferred from programs	-	-	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	-	-
Total other increases (decreases) in net assets	-	-	(5,402)	-	-	-
Change in net assets	(12,212)	21,415	(21,681)	(1,303)	4,464	-
Net assets (deficit), beginning of year	47,542	16,776	392,956	16,104	(1,766)	1,023
Net assets (deficit), end of year	\$ 35,330	\$ 38,191	\$ 371,275	\$ 14,801	\$ 2,698	\$ 1,023

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Lafayette Emergency Food & Shelter	Iberia Emergency Food & Shelter	Head Start	RSVP	Medicaid Enrollment	Cookbook Fund
Public support:						
In-kind contributions	\$ -	\$ -	\$ 2,282,311	\$ -	\$ -	\$ -
Donations	-	28,719	221	7,600	-	-
Total public support	-	28,719	2,282,532	7,600	-	-
Grants from governmental agencies	1,500	23,990	8,921,055	64,780	4,116	-
Other revenue:						
Miscellaneous	-	-	28,900	-	56	19,672
Total public support, grants from governmental agencies and other revenue	1,500	52,709	11,232,487	72,380	4,172	19,672
Expenses:						
Direct costs -						
Salaries and wages	-	-	5,640,571	47,895	7,954	-
Fringe benefits	-	-	560,147	4,197	785	-
Retirement plan	-	-	168,489	1,466	240	-
Depreciation	-	-	317,190	334	-	-
Contract services	-	-	245,130	-	-	-
Travel	-	-	54,052	665	-	-
Consumable supplies	-	-	193,337	689	-	71
Space costs	672	-	573,750	6,476	-	-
Repairs and maintenance	-	-	287,660	-	-	-
Operating services	298	50,194	850,686	11,803	430	785
Other	-	1,170	19,651	1,612	28	2,350
Interest expense	-	-	-	-	-	-
Indirect costs	-	-	422,097	3,638	-	-
In-kind contributions	-	-	2,282,311	-	-	-
Total expenses	970	51,364	11,615,071	78,775	9,437	3,206
Public support, grants from governmental agencies and other revenue over (under) expenses	530	1,345	(382,584)	(6,395)	(5,265)	16,466
Other increases (decreases) in net assets:						
Operating transfers in	-	3,859	18,679	8,953	1,250	-
Operating transfers out	-	-	(50,000)	-	-	(10,644)
Indirect cost transferred from programs	-	-	-	-	-	-
Loss on disposal of fixed assets	-	-	(3,214)	-	-	-
Total other increases (decreases) in net assets	-	3,859	(34,535)	8,953	1,250	(10,644)
Change in net assets	530	5,204	(417,119)	2,558	(4,015)	5,822
Net assets (deficit), beginning of year	1,466	3,187	2,237,089	2,013	4,084	222
Net assets (deficit), end of year	\$ 1,996	\$ 8,391	\$ 1,819,970	\$ 4,571	\$ 69	\$ 6,044

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Family Preservation	Payroll	Child Welfare Resource Center	Home Energy Assistance	General
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	-	-	-
Total public support	-	-	-	-	-
Grants from governmental agencies	-	-	-	950,760	30,613
Other revenue:					
Miscellaneous	-	-	-	384	129
Total public support, grants from governmental agencies and other revenue	-	-	-	951,144	30,742
Expenses:					
Direct costs -					
Salaries and wages	-	-	-	81,593	-
Fringe benefits	-	-	-	7,663	-
Retirement plan	-	-	-	2,488	-
Depreciation	-	-	350	438	28,043
Contract services	-	-	-	367	-
Travel	-	-	-	3,573	-
Consumable supplies	-	-	-	2,416	-
Space costs	-	-	-	2,784	-
Repairs and maintenance	-	-	-	17	245
Operating services	-	-	-	822,423	1,858
Other	-	-	-	682	2,181
Interest expense	-	-	-	-	40,370
Indirect costs	-	-	-	-	-
In-kind contributions	-	-	-	-	-
Total expenses	-	-	350	924,444	72,697
Public support, grants from governmental agencies and other revenue over (under) expenses	-	-	(350)	26,700	(41,955)
Other increases (decreases) in net assets:					
Operating transfers in	-	-	-	-	14,900
Operating transfers out	-	-	-	(25,000)	-
Indirect cost transferred from programs	-	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	(103,194)
Total other increases (decreases) in net assets	-	-	-	(25,000)	(88,294)
Change in net assets	-	-	(350)	1,700	(130,249)
Net assets (deficit), beginning of year	2,781	-	24,799	17,471	195,104
Net assets (deficit), end of year	\$ 2,781	\$ -	\$ 24,449	\$ 19,171	\$ 64,855

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Indirect Cost Pool	Computer Technology	Group Mentoring	Youth Initiative	Community Response Initiative
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	<u>1,149</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total public support	1,149	-	-	-	-
Grants from governmental agencies	-	-	6,811	-	-
Other revenue:					
Miscellaneous	<u>29</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total public support, grants from governmental agencies and other revenue	<u>1,178</u>	<u>-</u>	<u>6,811</u>	<u>-</u>	<u>-</u>
Expenses:					
Direct costs -					
Salaries and wages	288,982	-	2,575	-	-
Fringe benefits	27,217	-	223	-	-
Retirement plan	8,653	-	77	-	-
Depreciation	7,287	12,824	-	-	-
Contract services	16,603	-	-	-	-
Travel	9,517	-	1,876	-	-
Consumable supplies	15,099	-	528	-	-
Space costs	48,175	-	-	-	-
Repairs and maintenance	17,415	-	-	-	-
Operating services	76,781	-	818	-	-
Other	12,534	-	-	-	-
Interest expense	492	-	-	-	-
Indirect costs	-	-	193	-	-
In-kind contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>528,755</u>	<u>12,824</u>	<u>6,290</u>	<u>-</u>	<u>-</u>
Public support, grants from governmental agencies and other revenue over (under) expenses	<u>(527,577)</u>	<u>(12,824)</u>	<u>521</u>	<u>-</u>	<u>-</u>
Other increases (decreases) in net assets:					
Operating transfers in	25,000	-	-	-	-
Operating transfers out	(3,859)	(10,840)	-	-	(12,999)
Indirect cost transferred from programs	470,399	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	-
Total other increases (decreases) in net assets	<u>491,540</u>	<u>(10,840)</u>	<u>-</u>	<u>-</u>	<u>(12,999)</u>
Change in net assets	<u>(36,037)</u>	<u>(23,664)</u>	<u>521</u>	<u>-</u>	<u>(12,999)</u>
Net assets (deficit), beginning of year	<u>32,587</u>	<u>74,541</u>	<u>2,579</u>	<u>2,369</u>	<u>13,868</u>
Net assets (deficit), end of year	<u>\$ (3,450)</u>	<u>\$ 50,877</u>	<u>\$ 3,100</u>	<u>\$ 2,369</u>	<u>\$ 869</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
Year Ended May 31, 2006
With Comparative Totals for May 31, 2005

	Quality Child Care Initiative	Louisiana Tobacco	Disaster	Total (Memorandum Only)	
				2006	2005
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ 2,282,311	\$ 2,355,719
Donations	-	-	-	171,639	177,229
Total public support	-	-	-	2,453,950	2,532,948
Grants from governmental agencies	17,438	710	53,000	12,954,367	12,357,740
Other revenue:					
Miscellaneous	-	-	-	56,384	92,771
Total public support, grants from governmental agencies and other revenue	17,438	710	53,000	15,464,701	14,983,459
Expenses:					
Direct costs -					
Salaries and wages	21,953	-	-	7,328,288	7,050,271
Fringe benefits	1,870	-	-	729,034	715,837
Retirement plan	659	-	-	219,552	211,004
Depreciation	-	-	-	490,900	586,779
Contract services	1,925	-	-	404,951	459,824
Travel	-	-	-	81,975	113,583
Consumable supplies	-	-	-	295,796	417,838
Space costs	-	-	-	736,094	675,891
Repairs and maintenance	-	-	-	553,951	480,007
Operating services	19,197	710	40,635	2,932,693	2,160,272
Other	-	-	-	58,775	55,106
Interest expense	-	-	-	40,862	42,205
Indirect costs	1,646	-	-	470,400	532,871
In-kind contributions	-	-	-	2,282,311	2,355,719
Total expenses	47,250	710	40,635	16,625,582	15,857,207
Public support, grants from governmental agencies and other revenue over (under) expenses	(29,812)	-	12,365	(1,160,881)	(873,748)
Other increases (decreases) in net assets:					
Operating transfers in	-	-	55	320,819	341,709
Operating transfers out	-	-	-	(320,819)	(341,709)
Indirect cost transferred from programs	-	-	-	470,399	532,870
Loss on disposal of fixed assets	-	-	-	(104,003)	-
Total other increases (decreases) in net assets	-	-	55	366,396	532,870
Change in net assets	(29,812)	-	12,420	(794,485)	(340,878)
Net assets (deficit), beginning of year	30,555	-	-	3,881,758	4,222,636
Net assets (deficit), end of year	\$ 743	\$ -	\$ 12,420	\$ 3,087,273	\$ 3,881,758

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Indirect Cost Pool
Statements of Revenue and Expenses
Years Ended May 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Revenue:		
Indirect cost revenues	<u>\$ 471,577</u>	<u>\$ 532,870</u>
Expenses:		
Direct costs -		
Salaries and wages	288,982	294,280
Fringe benefits	27,217	27,828
Retirement expense	8,653	9,286
Depreciation	7,287	6,653
Contract services	1,345	3,127
Travel	9,517	24,498
Consumable supplies	940	311
Repairs and maintenance	17,415	19,380
Interest	492	549
Other	28,803	27,923
Operating services -		
Copy machine expense	13,614	5,120
Auto expenses	3,884	1,362
Professional fees	15,258	69,304
Rent	11,600	11,000
Utilities and telephone	36,575	41,337
Office supplies	14,159	2,795
Publications and subscriptions	1,278	2,202
Insurance - general	2,044	1,836
Employee development	8,718	11,542
Payroll services	<u>30,974</u>	<u>30,942</u>
Total expenses	<u>528,755</u>	<u>591,275</u>
Deficiency of revenue over expenses	<u>\$ (57,178)</u>	<u>\$ (58,405)</u>

**INTERNAL CONTROL,
COMPLIANCE
AND
OTHER MATTERS**

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
P. Troy Courville, CPA*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Nixon, CPA

Tynes E. Nixon, Jr., CPA
Allen J. LaBry, CPA
Albert R. Leger, CPA, PFS, CSA*
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
James R. Roy, CPA
Robert J. Metz, CPA
Kelly M. Doucet, CPA
Cheryl L. Bartley, CPA, CVA
Mandy B. Self, CPA
Chris E. Bilski, CPA

Retired:
Conrad O. Chapman, CPA* 2006

* A Professional Accounting Corporation

P. O. Box 250
Breaux Bridge, LA 70517

Phone (337) 332-4020
Fax (337) 332-2867

OFFICES

183 South Beadle Rd.
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8680

113 East Bridge St.
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Dr Ste. 203
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 West Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 West Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70510
Phone (337) 893-7944
Fax (337) 893-7946

450 East Main Street
New Iberia, LA 70560
Phone (337) 367-9204
Fax (337) 367-9208

WEB SITE:
WWW.KCSRCPAS.COM

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
St. Martin, Iberia, Lafayette
Community Action Agency, Inc.
Lafayette, Louisiana

We have audited the financial statements of the St. Martin, Iberia, Lafayette Community Action Agency, Inc. (a nonprofit organization) as of and for the year ended May 31, 2006 and have issued our report thereon dated August 9, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with

which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s management, Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
August 9, 2006

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Conrad O. Chapman, CPA* 2006

WEB SITE:
WWW.KCSRCPAS.COM

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
St. Martin, Iberia, Lafayette
Community Action Agency, Inc.
Lafayette, Louisiana

Compliance

We have audited the compliance of the St. Martin, Iberia, Lafayette Community Action Agency, Inc. (a nonprofit organization), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended May 31, 2006. The St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s management. Our responsibility is to express an opinion on the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s compliance with those requirements.

In our opinion, the St. Martin, Iberia, Lafayette Community Action Agency, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended May 31, 2006.

Internal Control Over Compliance

The management of the St. Martin, Iberia, Lafayette, Community Action Agency, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s management, Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Breaux Bridge, Louisiana
August 9, 2006

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Expenditures of Federal Awards
Year Ended May 31, 2006

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U. S. Department of Health and Human Services</u>			
Direct Programs:			
Head Start/Early Childhood*	93.600	-	\$ 9,047,360
State Department of Social Services -			
Office of Community Services -			
Home Energy Assistance Program*	93.568	528403	924,006
State Department of Social Services -			
Office of Family Support -			
Project Independence	93.558	625395, 625397, 625398	174,473
Quality Child Care Initiative	93.558	603703	47,250
Group Mentoring	93.600	625912	6,290
State Department of Labor -			
Community Service Block Grant	93.569	618909, 629206	943,178
State Department of Health and Hospitals -			
Medicaid Enrollment Program	93.775	523861	9,437
Total Department of Health and Human Services			<u>11,151,994</u>
<u>The Corporation for National Service</u>			
Direct Program:			
Retired Senior Volunteer Program	94.002	-	<u>70,841</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Expenditures of Federal Awards (continued)
Year Ended May 31, 2006

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U. S. Department of Agriculture</u>			
State Department of Education - Food Reimbursement	10.558	93-365	<u>774,617</u>
<u>U.S. Department of Energy</u>			
State Department of Social Services - Office of Community Services - Weatherization	81.042	515946	<u>299,409</u>
<u>U.S. Department of Housing and Urban Development</u>			
Direct Program:			
Housing Counseling Assistance Program	14.169	-	<u>1,835</u>
<u>U.S. Department of Homeland Security</u>			
Emergency Food and Shelter National Board Program -			
Iberia	97.024	-	51,364
Lafayette	97.024	-	970
St. Martin	97.024	-	<u>22,915</u>
Total Department of Homeland Security			<u>75,249</u>
Total expenditures of federal awards			<u>\$12,373,945</u>

*Major federal financial assistance programs.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Schedule of Expenditures of Federal Awards
Year Ended May 31, 2006

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the St. Martin, Iberia, Lafayette Community Action Agency, Inc. The St. Martin, Iberia, Lafayette, Community Action Agency, Inc. reporting entity is defined in Note 1 to the financial statements for the year ended May 31, 2006. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The Head Start and Home Energy Assistance programs were considered major federal programs for the St. Martin, Iberia, Lafayette Community Action Agency, Inc.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the St. Martin, Iberia, Lafayette, Community Action Agency, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

(3) Relationship to Federal Financial Reports

A reconciliation of total expenditures of federal awards reported in the Schedules of Expenditures of Federal Awards to total expenses per statement of functional expenses is as follows:

	<u>2006</u>
Total expenses per statement of activities	\$ 16,625,584
Add: Equipment additions	91,729
Less: In-kind contributions	2,282,311
Depreciation	490,900
Non-federal expenses	<u>1,570,157</u>
Total expenditures per schedule of federal awards	<u>\$ 12,373,945</u>

The total in-kind contributions of \$2,282,311 and depreciation expense in the amount of \$373,071 were for federal programs.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Findings and Questioned Costs
Year Ended May 31, 2006

Part I. Summary of Auditor's Results:

1. The auditors' report expresses an unqualified opinion on the financial statements of St. Martin, Iberia, Lafayette Community Action Agency, Inc.
2. No reportable condition in internal control was disclosed by the audit of the financial statements.
3. The audit disclosed no instances of noncompliance that are material to the financial statements.
4. No reportable conditions in internal control over major programs were disclosed by the audit of the financial statements.
5. The auditors' report on compliance for the major federal award programs expresses an unqualified opinion on all major programs.
6. No audit findings relative to the major federal award programs are reported in this schedule.
7. The major programs were:
U. S. Department of Health and Human Services: Head Start and Early Childhood, CFDA 93.600
U.S. Department of Health and Human Services/State Department of Social Services, Office of Community Services: Home Energy Assistance, CFDA 93.568.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$385,471.
9. SMILE did qualify as a low risk auditee.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings

There are no compliance findings that are required to be reported at May 31, 2006.

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Findings and Questioned Costs (continued)
Year Ended May 31, 2006

B. Internal Control Findings

There are no internal control findings that are required to be reported at May 31, 2006.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported at May 31, 2006.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Summary Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan
Year Ended May 31, 2006

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date Of Completion
<u>CURRENT YEAR (5/31/06)</u>						

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards

Compliance:

There are no compliance findings to be reported.

Internal Control Over Financial Reporting:

There are no internal control findings to be reported.

Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported.

PRIOR YEAR (5/31/05)

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards

Compliance:

There are no compliance findings to be reported.

Internal Control Over Financial Reporting:

There are no internal control findings to be reported.

Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported.